First Regular Session Seventy-second General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 19-0692.01 Duane Gall x4335

HOUSE BILL 19-1003

HOUSE SPONSORSHIP

Hansen, Valdez A.

SENATE SPONSORSHIP

(None),

House Committees

Senate Committees

Energy & Environment Appropriations

101

A BILL FOR AN ACT

CONCERNING COMMUNITY SOLAR GARDENS.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill amends the current statute authorizing the creation of community solar gardens (CSGs) by:

- ! Increasing the maximum size of a CSG from 2 megawatts to 10 megawatts; and
- ! Removing the requirement that a CSG subscriber's identified physical location be in the same county as, or a county adjacent to, that of the CSG, while retaining the requirement that it be within the service territory of the

same electric utility.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 39-3-118.7, amend
3	(2) as follows:
4	39-3-118.7. Community solar garden - partial business
5	personal property tax exemption - definitions. (2) For property tax
6	years commencing on and after January 1, 2015, but before January 1,
7	2021 2026, there is exempt from the levy and collection of property tax
8	the percentage of alternating current electricity capacity of a community
9	solar garden that is attributed to residential or governmental subscribers,
10	or to subscribers that are organizations that have been granted property
11	tax exemptions pursuant to sections 39-3-106 to 39-3-113.5.
12	SECTION 2. In Colorado Revised Statutes, 40-2-127, amend
13	(2)(b)(I)(A) and (2)(b)(II); and add (3.5) as follows:
14	40-2-127. Community energy funds - community solar
15	${\bf gardens-definitions-rules-legislative\ declaration.}\ (2)\ {\bf Definitions.}$
16	As used in this section, unless the context otherwise requires:
17	(b) In addition:
18	(I) (A) "Community solar garden" means a solar electric
19	generation facility with a nameplate rating of two FIVE megawatts or less
20	that is located in or near a community served by a qualifying retail utility
21	where the beneficial use of the electricity generated by the facility
22	belongs to the subscribers to the community solar garden. There shall be
23	at least ten subscribers. The owner of the community solar garden may be
24	the qualifying retail utility or any other for-profit or nonprofit entity or
25	organization, including a subscriber organization organized under this

-2- 1003

section, that contracts to sell the output from the community solar garden to the qualifying retail utility. A community solar garden shall be deemed to be "located on the site of customer facilities".

- (II) "Subscriber" means a retail customer of a qualifying retail utility who owns a subscription and who has identified one or more physical locations to which the subscription is attributed. Such physical locations must be within the service territory of the same qualifying retail utility and also in the same county as, or a county adjacent to, that of AS the community solar garden. The subscriber may change from time to time the premises to which the community solar garden electricity generation shall be attributed, so long as the premises are within the geographical limits allowed for a subscriber SAME SERVICE TERRITORY.
- (3.5) **Standards for construction and operation.** THE FOLLOWING REQUIREMENTS APPLY TO ANY COMMUNITY SOLAR GARDEN EXCEEDING TWO MEGAWATTS:
- (a) The Performance of all Photovoltaic Electrical Work, Including the Installation of Photovoltaic Modules, Interconnection of the Modules, Grounding of the Modules, and the Customer-Side Point of Connection to the Utility Grid, Is subject to on-Site Supervision by a Licensed Master Electrician, Licensed Journeyman Electrician, or Licensed Residential Wireman, as those terms are defined in Section 12-23-101, and Must Comply With all Applicable Requirements of Article 23 of title 12, including Sections 12-23-105 and 12-23-110.5, and all Applicable Rules of the State Electrical Board.
- (b) The initial installation of any photovoltaic module or other electrical equipment listed in subsection (3.5)(a) of this

-3-

1	SECTION IS SUBJECT TO FINAL INSPECTION AND APPROVAL IN ACCORDANCE
2	WITH SECTION 12-23-116.
3	(c) If a qualifying retail utility owns all or part of a
4	COMMUNITY SOLAR GARDEN, THE UTILITY SHALL USE ITS OWN EMPLOYEES
5	TO OPERATE AND MAINTAIN THE MODULES AND OTHER ELECTRICAL
6	EQUIPMENT THAT THE UTILITY OWNS.
7	SECTION 3. Act subject to petition - effective date. This act
8	takes effect at 12:01 a.m. on the day following the expiration of the
9	ninety-day period after final adjournment of the general assembly (August
10	2, 2019, if adjournment sine die is on May 3, 2019); except that, if a
11	referendum petition is filed pursuant to section 1 (3) of article V of the
12	state constitution against this act or an item, section, or part of this act
13	within such period, then the act, item, section, or part will not take effect
14	unless approved by the people at the general election to be held in
15	November 2020 and, in such case, will take effect on the date of the
16	official declaration of the vote thereon by the governor.

-4- 1003